GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4704
ANSWERED ON:25.04.2008
IMPLEMENTATION OF PROJECTS UNDER PPP
Thummar Shri Virjibhai

Will the Minister of FINANCE be pleased to state:

(a) Jedetalls of organisations involved in Public-Private Partnership

(b) whether a few companies have benefited on account of the gu.delnes on Public-Private Partnership and there is no competition;

(c) whether the bigger companies are not ietting the smaller compames enter mto the PPP structure and if so, the reaction of the Government thereto; and

(d) the outcome of action taken in this regard?

Answer

MINISTER OF STATE FOR FINANCE(SHRI PAWAN KUMAR BANSAL)

(a) Ministry of Finance and Planning Commission are involved in fo mulat.on of guidelines and preparation of Standard documents to be followed for PPP Projects. The Centra) infrastructure line ministries and the state Goverments are implementing the PPP Projects.Public private Partership involves apublice sector entity, Which is a Government or statuory entity, owning the underlying assset and a private sector entity in which 51% or more of equity is owned and controlled by private partners for the creation and/or management of infrastructure for public purpose for a specified period of time (concession period).

(b) and (c) No Sir. The guidelines for formulation, appraisal and approval of the Public Private Partnefehip PPP Projects in the Central Sector Mandate the Procedure for approval of central projects sector PPP Projects.During appraisal /approval of projects, i t is ascertamed that the PPP projects are bid/procured in a transparent and fair manner, which helps in increasing private participation and competition and allows all companies to bid for projects.

(d) Does not arise.